CLASSIFICATION SECTION SOMETHING. OFFICE HIS COLUMN SANITIZED COPY Approved for Release 2011/07/12 : CIA-RDP82-00457R001501000001-7 1. D INFORMATION CONFIDENTIAL DATE DISTR. 10 June 1948 50X1-HUM COUNTRY USSR (Latvia) NO. OF PAGES VEF Factory, Riga NO. OF ENCLS. (LISTED BELOW) ACQUIRED SUPPLEMENT TO DATE OF INFO 50X1-HUM REPORT NO. the state of the second state of the second HIS COCUMENT CONTAINS INFORMATION AFFECTING THE NATIONAL DEFENSE F THE UNITED STATES WITHIN THE MEANING OF THE ESPICHAGE ACT SO S. C. 31 AND 32. AS AMERICO. ITS TRANSMISSION OF THE REVELATION F 1TS CONTEMTS IN ACT MARKET TO AR UMAUTHORIZED PERSON IS PRO-LIVED STATE. REPRODUCTION OF THIS FORM ITS FORMISTED. NOW-VER INFORMATION CONTAINED IN BODY OF THE FORM HAY BE OTILIZED S DEFEND RECESSARY ST THE RECEIVING ASSENCY. THIS IS UNEVALUATED INFORMATION FOR THE RESEARCH USE OF TRAINED INTELLIGENCE ANALYSTS
50X1-HUM The VEF Factory is of all-Union importance and is controlled by the Ministry of Simal Equipment Industry of the USSR, The address of the factory is No. 19 Brivibas Gaive (street), Riga. Background This factory began operating in 1900, producing equipment for the postal and telegraph establishments of Russia. After World War I, when Latvia became an independent country, the factory changed to the production of articles for Latvian requirements. In 1940, when Latvia was again embodied in the USSR, the factory became a State factory. In 1940 and 1941, before the outbreak of war against Germany, the factory specialized in the production of telephone equipment, radio receivers, and automatic telephone exchanges. By June 1941, it employed about 2,700 persons. Uhen Riga was captured by Gormany, the factory underwent certain organizational changes and began working for the German Army. In October 1944, the Germans, before their evacua-tion, removed to Germany almost all factory equipment and some specialists, destroyed art of the factory buildings, and blew up the boiler room, waterworks, and some of the other installations. Reconstruction began immediately on the recapture of Riga by Soviet troops in October 1944. In Jamuary 1945, the factory already had over 1,000 workers. Equipment was brought from various factories in the USSR and from Germany after the capitulation. Shops In February 1948, the VEF Factory had the following twenty-seven shops. Engineering shop (mekhanicheski tsekh) Tool shop (instrumentalni tsekh)
Fitting and stamping shop (slesarno-shtampovochny tsekh) Plastics shop (tsekh plasticheskikh vass): Part of the pressing equipment is of German origin. 50X1-HUM Galvanoplastic shop (salvanicheski tsokh) SECRET CONTROL U. C. OFFICIALS ONLY CLASSIFICATION DISTRIBUTION X NAVY X NSRB X AIR Deciment Re-NO CHARGE in Class. CONFIDENTIAL DECLASSIFIED Class. CHANGED TO: DDA Memo, 4 Apr 77 Auth: FOA REG. 97/11/23

SUBJECT

PLACE

STATE ARMY

Date: 040578

50X1-HUM

Sanitized Copy Approved for Release 2011/07/12 : CIA-RDP82-00457R001501000001-7

U.S. SECRET
CENTRAL INTELLIGENCE AGENCY

CONFIDENTIAL

50X1-HUM

Foundry (liteiny tsekh) Woodworking shop (derevoobdelochny tsekh) Joiners' shop (stolyarny tsekh) Frame shop (karkasny tsekh) Varnishing shop (lakirovochny tsekh) Engineering repair shop (mashino-remontmy tsekh): At present, this shop is producing special precision machine tools for the requirements of the factory, such as drilling, milling cutter, and other small-size machines for high precision work. Photographic paper shop (tsekh fotograficheskoi bumagi) Electric bulb shop (elektrolampovy tsekh)
Generator (?) shop (tsekh elektrotekhnicheskikh istochnikov pitaniya) Commutator shop (kommutatornyi tsekh) loudspeaker (?) shop (tsekh translatsionnykh dinamikov) Mine telephone equipment shop (tsekh shakhtnykh telefonnykh apparatov) Relay shop (releinyi tsekh): Producing relay equipment for telephone Automatic telephone exchange shop (tsekh avtoraticheskikh telefonnykh stantsii or ATS) Condenser and resistance shop (tsekh po vypusku kondensatorov i soprotivleni) Radio assembly shop (radiomontazhny tsekh): Conveyor method. Electrical equipment assembly shop (elektromontazhny tsekh) Experimental shop (experimentalny tsekh) Consumer goods shop (tsekh shirpotreba) Covering (?) shop (tsekh pokrytiya): Zinc-plating, nickel-plating, silver-plating, etching, and degreasing. Transport shop (transportny tsekh)

6. The aircraft shop and the "Minox" photocamera shop, which existed when Latvia was independent, no longer exist and aircraft and photocameras are no longer produced by the factory.

Electric power station (taskh elektrostantsi): At present, the factory has its own electric power station, but in 1941 electric power had to be supplied from the Riga municipal electric power station.

In addition to the above shops, the factory has a large design bureau (konstruktorskoe byuro), divided into three sections, including a radio bureau. The factory also has several other sections, including a technical control section (otdel tekhnicheskogo kontrolya), a supply section (otdel snabzheniya), and a labor and wages section (otdel truda i zarplaty). There is also a bureau for rationalization and inventions (byure ratsionalimatsi i izobratatelstva), which plays a very important part in the factory. An enormous number of inventions and improvement proposals are received for consideration by this bureau and a great number of them have actually been put into effect. In 1947, many workmen started earning large amounts of money by accomplishing the quotas of work normal for several days in a single day. In October 1947, all technical production norms were increased by over 50%; but, despite this, in February 1948 many workmen were again accomplishing several norms in a single day, thanks to some small inventions and reorganization of production. The question of raising the norms has been brought up again, as well as that of the reduction of the price of the articles produced. At a meeting in January 1947, Factory Director Gaile said that in 1947 the factory produced a profit of over 30 million rubles for the State.

## Production and Equipment

8. The factory specializes in the production of the following articles:

VEF radio receiving sets (radiopriemnik VEF) of several tubes loudspeakers (translyatsionnyi dinamik) of several tubes; the latest types have boxes made of a plastic substance rather than of wood. Powerful factory loudspeakers are installed in all factory shops and in all communal dwellings.

SECRET CONFIDENTIAL

Sanitized Copy Approved for Release 2011/07/12: CIA-RDP82-00457R001501000001-7

U.S. OFFICE OFFICE

## CENTRAL INTELLIGENCE AGENCY

യ 3 ച

50X1-HUM

CONFIDENTIAL

Telephone apparatus (telefonnyi apparat)
Mine telephone apparatus (shakhtnyi telefonnyi apparat)
Automatic telephone exchanges (avtomaticheskaya telefonnaya stantsiya)
Electric bulbs (elektrolampa)
Photographic paper
Other consumer goods

In 1947, the factory produced (in round figures):

Telephone apparatus:

about 90,000

Loudspeakers:

about 105,000

Mine telephone apparatus: about 4,000

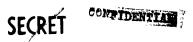
Telephone exchanges: The factory produces several types of automatic telephone exchanges: TsB for 280 subscribers; for 500 subscribers, the latest type (five exchanges produced); for 700 subscribers; and for 1,400 subscribers. The 1947 production amounted to enough exchanges to handle a total of 72,000 subscribers.

- 9. An increase in the production of telephone apparatus continued throughout 1947 and is continuing. The output almost doubled between Jamuary 1947 and Jamuary 1948, reaching about 10,000 telephone apparatus in January 1948.
- 10. The increase in the output of radio receiving sets was slow in 1947 because of ureparations for the production of new types. Mass production of a 13-tube M-137 receiving set, one of the new types, will be started in 1948.
- 11. The production of loudspeakers increased rapidly in 1947. In January 1947, the output was about 4,000 loudspeakers and by January 1948 had reached about 12,000. The output is still increasing.
- 12. The production of mine telephone apparatus was started at the VEF factory at the end of 1946 according to drawings and specimens of the Krasnaya Zarya Factory in Leningrad, the only factory in the USSR which was producing these telephones. During the first few months, the output of these heavy cast-iron apparatus with earphones was about 40-50. By December 1947, the factory was already producing about 900 per month. A delegation of the VEF Factory left in February 1948 to visit the Krasnaya Zarya Factory with a report on the complete mastery of the production of these apparatus. It is presumed that the production of mine telephone apparatus for the whole of the coal industry of the USSR will be concentrated at the VEF Factory and that the Krasnaya Zarya Factory will stop this production.
- 13. In addition to the above production, in December 1947 the VEF Factory was completing the assembly of a very large interurban telephone exchange (mezhdugorodnaya telefonnaya stantsiya or MTS). The exchange comprised about 70 small portable telephone exchanges. Tosts were to take place in March, after which the VEF Factory was to start mass production of these interurban exchanges.
- 14. The factory has about 2.600 machine tools, automatic machines, prosses, and other large units of equipment.

## <u>Personnel</u>

- 15. In January 1948, the number of rersonnel at the VEF Factory was about 4,300, of whom about one-sixth were Russians. Most of these Russians arrived in Riga at the beginning of the reconstruction of the factory.
- 16. The head of the factory is Director G. I. Gaile, a Deputy of the Supremo Council of the Latvian SSR.

SECRET CONTROL
U, S. OFFICIALS ONLY



Sanitized Copy Approved for Release 2011/07/12 : CIA-RDP82-00457R001501000001-7

50X1-HUM

WIDENTING

Chief Engineer is Egle.

Deputy Chief Engineer is V.S.Goldberg.

Chief Technologist is Aleksandrov

Chief of the Bureau for Rationalization and Inventions is Ratsis.

Chief of the Engineering Shop is Liepkaln.

Chief of the Tool Shop is Pampe.

Deputy Chiefs of the Tool Shop are Khlemanov and Strauberg.

Chief of the Fitting-Stamping Shop is Marchenko. Chief of the Varnishing Shop is Kurtsyn.

Chief of the Loudspeaker Shop is Grant.

Chief of the Mine Telephone Equipment Shop is Kalmyn.

Chief of the Automatic Telephone Exchange Shop is Grivin.

Chief of the Radio Assembly Shop is Yakovich.

Chief of the Radio Bureau is Volosnikov.

17. Absenteciam occurs fairly frequently at the factory but lately very severe measures have been introduced. The wages are almost always paid irregularly and are delayed.

## Miscellaneous

18. In competitions between factories under the Ministry of Signal Equipment Industry of the USSR during 1947, the VEF Factory retained the (transferable) Red Banner (Perekhodyashchee Krasnoe Znamya) for eight months. The factory is continuing to develop and to expand. Delay in production is often due to shortages of raw and other materials. There were days when, because of lack of materials at the factory, chiefs of factory shops let part of the workers go home on condition that when raterials arrived they would work double quotas and make up for the loss of time.

19.

50X1-HUM

The communal dwellings are, on the whole, satisfactory but there are always misunderstandings in view of the insufficient number of kitchens and lavatories. The communal dwellings are also infested with bedbugs. Newly arriving workmen with families find it very difficult, in fact almost impossible, to obtain decent accomplations. They are given accompdations in basements requiring extensive repairs, often without heating. The workmen themselves must gradually make these premises habitable.

U.S. OFFICIALS ONLY

CONFIDENTIAL

